



JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

State of Utah Department of Commerce

Division of Securities

FRANCINE A. GIANI
Executive Director

THAD LEVAR
Deputy Director

WAYNE KLEIN
Director of Securities

NEWS RELEASE

February 1, 2007

Order Entered Against President of Insurance Holding Company for Securities Fraud ***Hull took \$7,500 based on false promises the company would go public ...***

SALT LAKE CITY, Utah – The Utah Division of Securities today issued a default Cease and Desist Order against David Franklin Hull, Jr. of Boise, Idaho, for taking \$7,500 from a Summit County investor in exchange for stock in Tambora Financial Corporation. According to the Order, Hull told the investor that Tambora was in the business of purchasing insurance companies and that Tambora was on schedule to become a public company. Hull allegedly told the investor that the investment would triple in value when Tambora “went public.” The Default Order was entered after Hull failed to respond to an Order to Show Cause or appear at hearings in December and January.

The Order explains that Hull solicited the investor when they both served on the board of directors of a Park City church. In November 2004, the investor gave Hull \$7,500 for Tambora stock, receiving 10,000 shares. The investor agreed to purchase the stock based on Hull’s representation that Tambora had signed a merger agreement and had a specific timetable to become a public company. In July 2005, Hull informed the investor that Tambora would not become a public company.

In addition to representing that the investor’s money would triple in value, Hull also was found to have failed to disclose to the investor that Hull had been fraudulently misusing a credit card belonging to the church.

The Order found that Hull violated the Utah Uniform Securities Act by making false statements and failing to disclose material information. Hull was ordered to cease and desist from any violations of the Act and pay a \$10,000 fine.

Investors are urged to contact the Division to make sure anyone offering investments is licensed. 801.530.6600, or toll free at 1.800.721.7233. www.securities.utah.gov.